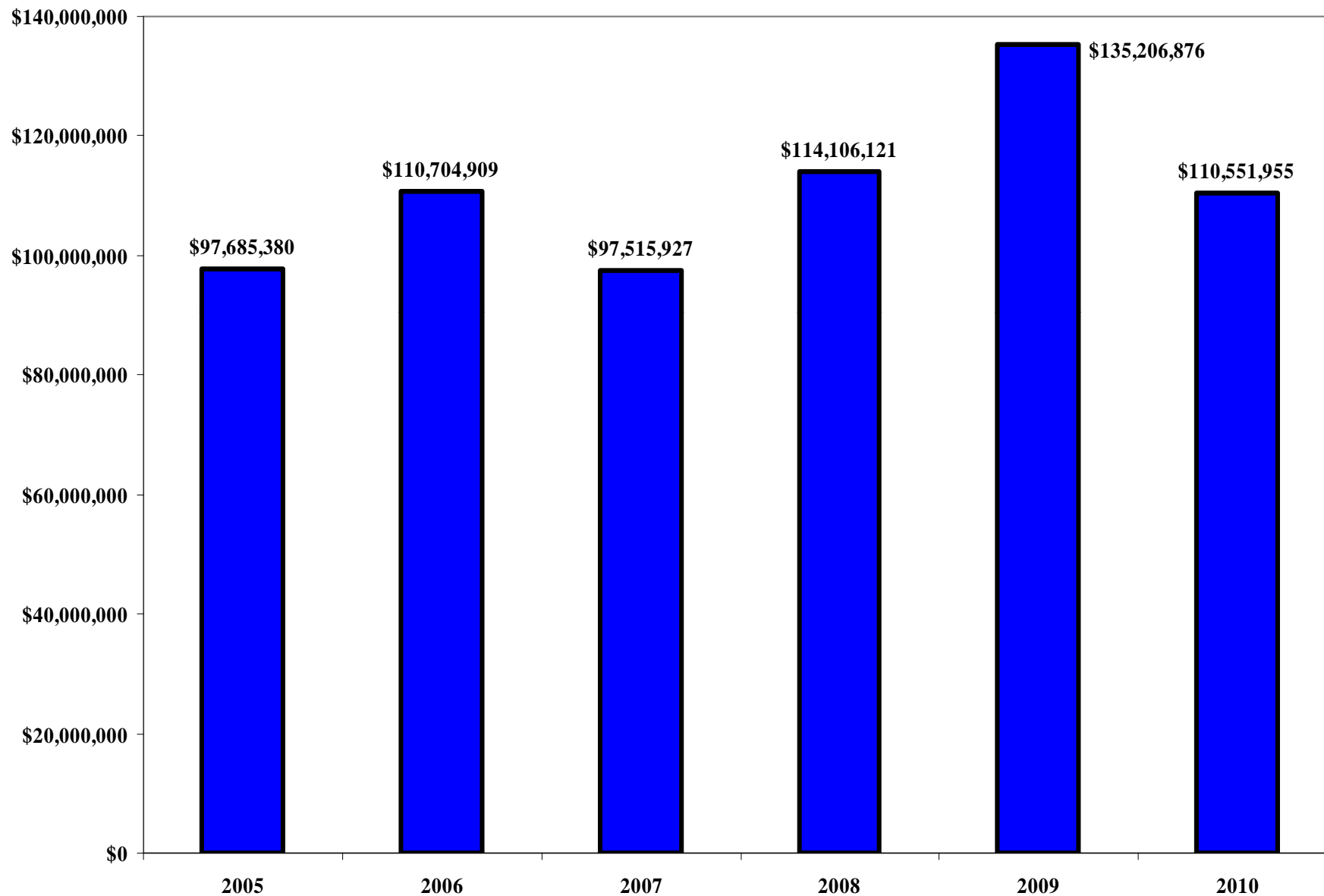
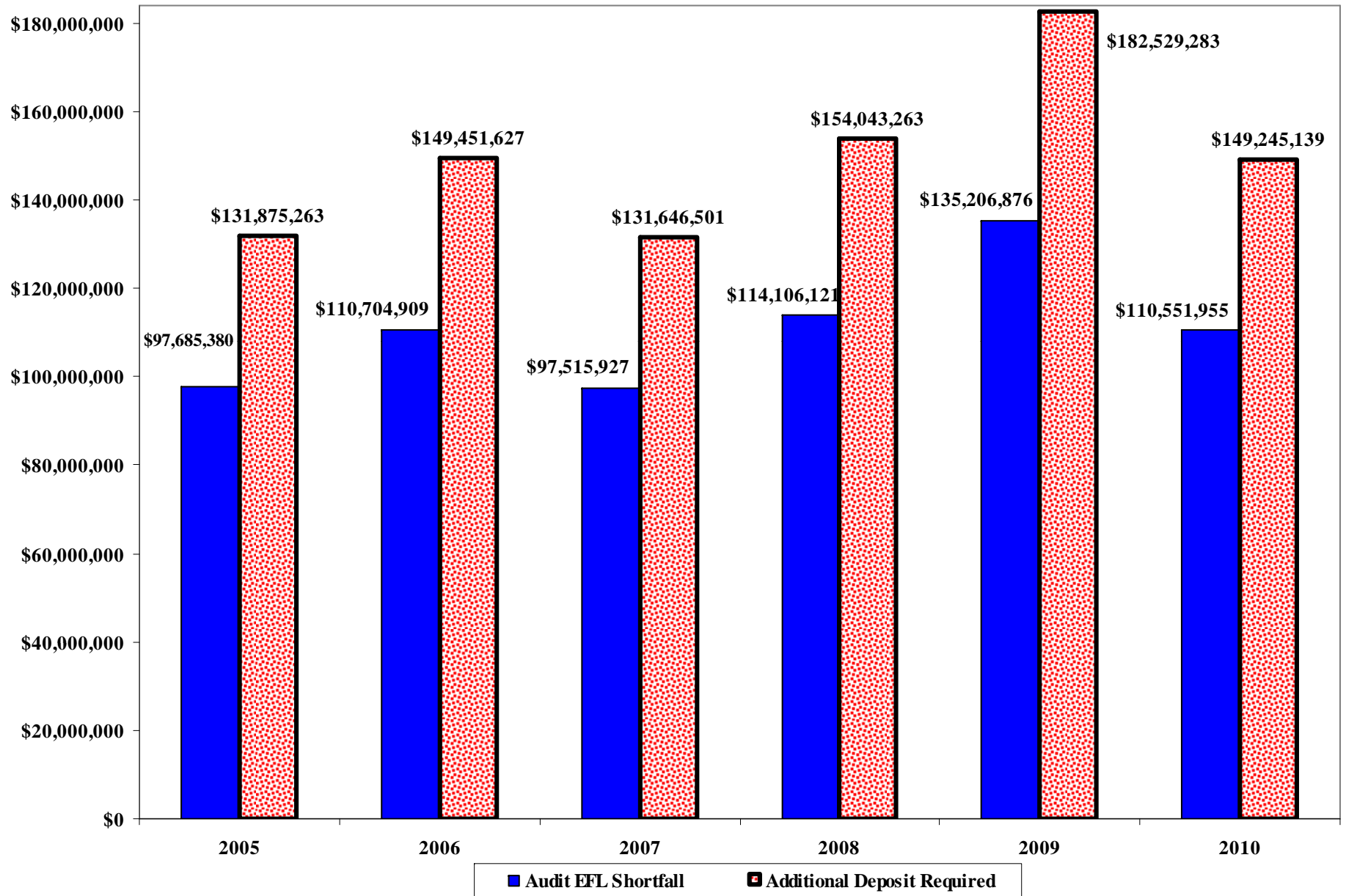


OSIP AUDIT UNIT

Estimated Future Liability (EFL) Shortfall Per Audit



Deposit/Shortfall Increase Required Due to Audit Findings



Audits

Routine Audits - Self insured employers are subject to routine audits every three years as specified in Labor Code Section 3702.6 (a) and can be viewed at: <http://www.leginfo.ca.gov/calaw.html> Select the Labor Code box then in the search engine type in 3702.6(a).

More information on routine audits is available <http://www.dir.ca.gov/SIP/>

Revocation Audits - Occur when an employer ceases being self insured as specified in Title 8 California Code of Regulations Section 15425 and can be viewed at: <http://www.dir.ca.gov/t8/15425.html> All cases are audited in a revocation audit.

Special Audits – Occur when an employer defaults on payment of workers' compensation benefits, the results of a routine audit indicate additional cases should be reviewed, or other circumstances indicate a need for additional review.